# LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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#### FISCAL IMPACT STATEMENT

**LS 7080 NOTE PREPARED:** Jan 5, 2007

BILL NUMBER: HB 1749

BILL AMENDED:

**SUBJECT:** BMV License Branch Services.

FIRST AUTHOR: Rep. Turner BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: State

X DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill requires the Bureau of Motor Vehicles (BMV) to: (1) train all employees employed by the Bureau of Motor Vehicles Commission (BMVC) in all duties at certain license branches so that the employees may be used to the extent practicable to conduct transactions; and (2) institute a procedure to track the waiting time for individuals visiting certain license branches. It provides that an individual who waits more than 30 minutes to begin certain transactions at certain license branches is not required to pay certain fees.

Effective Date: July 1, 2007.

Explanation of State Expenditures: There may be a need for additional expenditures for training. In FY 2006, the BMV introduced a tracking system to determine the wait-time for customers. It is not clear if this proposal substantially alters that system. The fund affected is the Motor Vehicle Highway Account (MVHA), which supports the BMV.

*Background Information:* BMV expenditures for training have averaged about \$12,300 per year over the last three fiscal years, with almost \$24,000 expended in FY 2006. The BMV reports that the previous training has included cross-training so that employees of the BMVC may be used to the extent practicable to conduct transactions.

**Explanation of State Revenues:** The reduction in state revenues from those individuals who wait longer than 30 minutes to begin a transaction will depend upon the types and number of transactions involved.

For example:

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- the fees involved in IC 9-29-5-3 range from \$20 for the registration of a pickup truck weighing 7,000 lbs. or less, up to \$956 for a truck weighing greater than 66,000 lbs.
- The fees for IC 9-29-5-4 range from \$7 for a trailer whose declared gross weight is 3,000 lbs or less, up to \$230 for a trailer weighing greater than 22,000 lbs.
- IC 9-29-5-5 provides for fees of \$170 for a tractor whose declared gross weight is equal to or less than 20,000 lbs., up to \$1,350 for a tractor greater than 78,000 lbs.

The fund for affected for the above code cites is the MVHA. For other code cites, other dedicated funds such as the Motor Vehicle Odometer Fund are affected.

## **Explanation of Local Expenditures:**

## **Explanation of Local Revenues:**

State Agencies Affected: Bureau of Motor Vehicles; Bureau of Motor Vehicles Commission.

### **Local Agencies Affected:**

#### **Information Sources:**

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